A & R LEASING 688 East Chad Ranch Road Veyo, Utah 84782-4141 435-574-9300 Phone 435-574-9333 Fax

JAN 3 1 2005

DIV. OF OIL, GAS & MINING \$\int 27/026 \$\int 1027/027 \$\int 95/032 \$\int 053/019 \times \$\int 05-3/023

January 26, 2005

STATE OF UTAH
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801

Re: Annual Report of Mining Operations

Dear Sirs:

Enclosed please find our annual report for the year 2004. You will note a change of ownership as to the following mines:

MINE NUMBER	MINE NAME
S270026	Black Jewell Project
S450032	Allen Claims Project
S270027	Black Hills

We are enclosing copies of the quitclaim deeds changing ownership to A & R Leasing. Please change your records to reflect this change.

As to "Brown Sandstone and Cobble/Sandstone", we have not operated these mines for many years if at all.

Thank you for your assistance in this matter.

Sincerely, aning West

Janine West Administration